G. R. S. 58

Previous references.

~~B sept 13~~

File No. 8-08

1908-9

Serial Nos. 586

(Banking)

Later references.

B. sept 209 822. 816-09

GENERAL AND REVENUE SECRETARIAT.

Serial Nos. 586

Part B. for June 09

SUBJECT.

Remission to the Honganahalli Agl Bank to pay in consideration of the unfavourable seasons, only Rs 500/- towards the instalment of 1000/- falling due at the end of June 09

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5) From the Inspector of Agl Banks. No. 8229/9 dt 25/6.
Recommends that the Honganahalli Agl Bank may be permitted to pay only half the stipulated amount of instalment to Govt for the present year on account of bad seasons

6) To the Inspector of Agl Banks
d.c Kolar dest
" Comptroller
No H. 8129-31 dt 23.6.09

GPB .-8,000—7-4-07

Agrees in the view expressed by the D.C and the Inspector

G.R.S. 11]

190 8.–9

GENERAL AND REVENUE SECRETARIAT.

(Banking

NOTES.

File No. 8

FILE HEADING.

Agricultural Bank at Hongunhalle

From The Inspector of Agrl Banks

No. 823/9 Dated 28-5-09 Received 29-5-09

Diary No. 4408 | Enclos. 2 | Spare Copies | Serial No. 5

BRIEF ABSTRACT OF LETTER.

Recommends that the above Bank may be permitted to pay only half the stipulated amount of instalment to Govt for the present year on account of bad seasons.

NOTES AND ORDERS.

It is understood that the other half remaining due this year is to be paid along with the instalment for next year

The Bank has preferred a requ

NOTES—First sheet

GPB—30,000 - 3-4-07.

Serial No.

that they may be allowed to use the same concession till the whole of the Govt loan is discharged on the plea of diminishing capital. This is not recommended either by the Dy Commr or the Inspector

mch 1/6. Please put up a draft approving of the Inspector's proposal. mch 2/6

Draft Submitted for 11.6. (Genl Secy)

mch 3-6-9

Dewan)

1188 16/6/09

CSB 15/6/09

mt 15/9

Issue CSB 9/6

mm 15.9

Inspector of Agl Banks
Dy Commr Kolar Dt
Compiler

NOTE—Contn. sheet.

GPB—50,000—13-5-08

G. R. S. 12]

General and Revenue Secretariat. | File No. of 190

Serial No.

No 7(8129-31 S) 23-6-09

Agree in the view expressed
by the Dy
inspector

NOTE—Contn. sheet.

GPB—50,000—13-5 08

Office of the Registrar of Co-operative Societies in Mysore.

No. 213

Bangalore, 25th May 1909.

From.

M. Shama Rao, Esq., M.A.
Registrar of Co-operative Societies
& Inspector of Agricultural Banks in Mysore.

To.

K. S. Chandrasekhara Aiyar, Esq., B.A. B.L.
Secretary to the Government of Mysore,
General and Revenue Departments.

Sir,

I have the honour to state that the authorities of the Hongenahalli Agricultural Bank in the Malur Taluk, for-warded to me on the 27th January last a request on behalf of the Bank that owing to the unfavorable seasons they may be allowed to pay only half (Rs. 500) of the annual instalment of Rs. 1,000 falling due at the end of June next, and that in future also they may be allowed to pay annually Rs. 500 instead of Rs. 1,000, thus completely discharging the balance of Rs. 6,000 of Government loan in 12 instead of 6 instalments. On referring the matter to the Deputy Commissioner of the Kolar District for his opinion, he has stated that the allegation regarding the unfavorableness of the seasons is correct and that the Bank may be permitted to pay half the annual instalment of Rs. 1,000 before the end of June next and the remaining half next year together with the instalment of that year. I fully agree with this opinion of the Deputy Commissioner and I beg that the Government may be pleased to sanction this recommendation.

2. Regarding the other request of the Bank to reduce the annual instalment by half, I do not think it is desirable to entertain the request. The object of Government

(5) 24408

190

B-8-08

From

The Registrar of
Co-operative Societies and
Inspr of Agl Banks
in Mysore

To

The Secretary to the
Government of Mysore
Genl & Rev: Depts

Dated, Bangalore, 28th May 1909

Despatched

Received

General No. C23

No. A7-9

Enclosure No.

Recommends that permission may be granted to the Hongenahalli Agricultural Bank in the Malur Taluk, to pay half the annual instalment this year

in advancing loans in the beginning was to enable the Banks to establish confidence so as to obtain loans from the open market and not merely to rely upon the amount of their reserve fund for their capital. It is quite possi-
-ble now to obtain by furnishing proper security any amount of loan needed from the Central Co-operative Bank at Bangalore and in these circumstances, I submit that this request of the Bank is untenable. The Malur Sub-Division Officer has expressed an opinion in favor of granting this request, but the Deputy Commissioner is silent on this point in his letter, being apparently unfavorable to the request.

3. Copies of letters of both the Deputy Commissioner and of the Malur Sub-Division Officer are enclosed for reference.

I have the honour to be,

Sir,

Your most obedient servant,

Registrar, C.S.
& Inspr. of Agrl. Banks in Mysore.

Letter No. 9003 dated 13th May 1909 from the Deputy Commissioner, Kolar District, to the Registrar of Co-operative Societies in Mysore.

" With reference to your letter No. 429/A.B.-9 dated 15/17th February 1909, requesting me to inform you whether the concession asked for by the authorities of the Agricultural Bank at Hungenahalli in the Malur Taluk, regarding the reduction of the payment to Government of the annual instalment of Rs. 1,000/- to Rs. 500/- is necessary, I have the honour to forward herewith copy of letter No. 364 dated 19th April 1909, from the Sub-Division Officer, Malur, from which it will be seen that on account of the failure of crops during the past year, the Bank has materially suffered and is therefore unable to recover from its members and pay the full amount of the instalment of Rs. 1,000/- due to Government and that it may be reduced this year to Rs. 500/- the balance being recovered next year together with the instalment then falling due. Taking the unfavorable nature of the season into consideration, I recommend, that the concession asked for may be granted. "

" C O P Y ".

Registrar, C.S.
&
Inspr. of Agl. Banks in Mysore.

Letter No. 364 dated 19th April 1909 from the Sub-Division Officer, Malur, S.D. to the Deputy Commissioner, Kolar District.

---------oOo---------

With reference to your Memo No. 5682 dated 23rd February 1909, forwarding for my opinion copy of letter No. 429/A.B.-9 dated 15th Idem from the Registrar, Co-operative Societies in Mysore in re the application of the Hungenahalli Agricultural Bank for permission to pay Rs. 500 instead of Rs. 1,000 on account of the annual instalment falling due at the end of June 1909, I have the honour to state that I had a conference with the Directors of the Bank on 11/12th March last at Malur. What they want is not merely the postponement of the khist but also the reduction of the amount annually payable by them to Government from Rs. 1,000 to Rs. 500 so that they may be able to enjoy the patronage of the Government for a longer period than is allowed under the present rules.

2. The debt due by the Bank to the Government has been reduc-ed from Rs. 15,000 to Rs. 6,000, and if the annual instalment of Rs. 1,000 is retained, the debt will be discharged in 6 years and the Bank will have to fall back upon its Reserve, which will not be sufficient for carrying on the ordinary transactions.

3. The Reserve at the Credit of the Bank at present, is Rs. 1,650 being the net profit from its transactions during the last 9 years. In future transactions, the amount of profit will decrease, as the transactions will have to be carried on on a more limited scale, on account of the withdrawals of the Government advance. A profit of another Rs. 1,000/- may be expected during the remaining six years of the Government con-nection with the Bank and thence forward it will have to carry on its transactions with a limited capital of Rs. 2,600. The members are anxious that they should have a good working capi-

-tal,

just at the time the Government support is withdrawn and hence they are desirous that the number of instalments in which their dues to Government are repayable should be increased from 6 to 12, by reducing the annual instalments from Rs. 1,000 to Rs. 500. The object is highly commendable and deserves the favorable consideration of Government. I may state here that the Bank has been doing really useful work. It is one of the few solvent Banks in the Province and has been instrumental in relieving the indebtedness of many an agriculturist. It has infused confidence into the public mind and has succeeded in attracting private capi-tal as may be seen from the statement hereto annexed. It will be a pity to withdraw the Government aid from an institution of this kind.

4. As regards the current year, I beg to state that most of the members of the Bank belong to the affected area in the Malur Taluk where the crops, both dry and wet have been almost a failure and they will certainly find it very hard to pay the full demands of the present year. I think it will be a great relief to them if the amount of instalment is reduced this year from Rs. 1,000 to Rs. 500, the balance being recovered the next year together with instalment then falling due.

5. Correspondence ending with Malur Amildar's Report No. 499 dated 30th March 1909 is also enclosed.

" C O P Y ".

Registrar, C.S.
& Inspr of Agl. Banks in Mysore.

G.R.S. 28]

File No. 8
Serial No. 6

Diary No. of letter replied to 4408

Proceedings of the Government of His Highness the Maharaja of Mysore.

GENERAL AND REVENUE SECRETARIAT.

(Bangalore)

READ:— Letter

, *the* 190

Date of issue 23 June 09

Signed by

Rs 1000

Letter no 823 of 27-5-09 from the ~~Deputy~~ Inspector of Agricultural Banks stating that the Honganahally Agricultural Bank has asked for two Concessions Namely, (1) permission to pay, in consideration of the unfavourable seasons, only Rs 500 towards the instalment of Rs 1000 falling due at the end of the current month and (2) reduction of the amount of the annual instalments from Rs 1000 to Rs 500 and that he ~~and~~ himself the Dy Commr of Kolar & himself agree in thinking that the first request may be granted and that

MGCPB—30,000—5-4-05.

There - no reason to show
the Secretary the two enclosures
prepared for ——
Order thereon
Govt agree in the view
expressed in the letter
read above

No 36 8129-31
B 8-08-6
d 23 June 30

Govt Secy
mel
1369

To The Secretary Agricultural Banks
" D Comm. Belgaum
" Compliance